1 NANCY L. ISSERLIS, WSBA No. 11623 DAVID P. GARDNER, WSBA No. 39331 **WINSTON & CASHATT** 3 601 W. Riverside Avenue, Suite 1900 Spokane, WA 99201 4 Telephone: (509) 838-6131 5 Facsimile: (509) 838-1416 6 Attorneys for Harley-Davidson Motor Company, Inc. and Buell Distribution Company, LLC 7 8 UNITED STATES BANKRUPTCY COURT EASTERN DISTRICT OF WASHINGTON 9 10 In re: 11 Adversary Proceeding No: 10-80006-FLK 12 John and Jennifer D. Shumate; Shumate, Inc.; Bankruptcy Case Nos: 09-05078-FLK11, Shumate Tri-City, LLC; and, 09-05079-FLK11, 13 Shumate Spokane, LLC, 09-05080-FLK11, 09-05081-FLK11 14 Debtors, 15 STIPULATION FOR DISMISSAL OF John Michial Shumate & Jennifer D. Shumate, 16 ADVERSARY PROCEEDING AND Plaintiffs, 17 **VOLUNTARY SURRENDER** AND TERMINATION OF V. 18 HARLEY-DAVIDSON Harley-Davidson Motor Company, Inc., et al., DEALER CONTRACTS 19 Defendants. 20 21 22 STIPULATION AND ORDER FOR DISMISSAL Winston & Cashatt 23 AND VOLUNTARY SURRENDER AND A PROFESSIONAL SERVICE CORPORATION TERMINATION OF DEALER CONTRACT 900 Bank of America Financial Center 601 West Riverside 24 Page 1 Spokane, Washington 99201 (509) 838-6131 MILW_1075948.1

5

3

9

8

11

10

13

12

14 15

16

17

19

18

20 21

22

23

24

MILW_10075948.1

IT IS HEREBY STIPULATED, by and between the above-referenced debtors and the plaintiffs and the defendants in this adversary proceeding, by their attorneys, that:

- 1. This adversary proceeding is not automatically stayed under 11 U.S.C. § 362(a)(1) or any other provision of the Bankruptcy Code.
- 2. The Harley-Davidson Motor Company Motorcycle Dealer Contracts between Harley-Davidson Motor Company, Inc.("HDMC") and Shumate Tri-City, LLC ("Shumate Tri-City") and Shumate Spokane, LLC (Shumate Spokane") are hereby voluntarily surrendered and terminated by each dealer, effective as of August 2, 2010 or on such later date as may be approved by the Court for good cause shown as set forth herein. The parties recognize that these Dealer Contracts may be sooner terminated in accordance with an approved sale of either debtor's assets. If HDMC fails to timely approve or disapprove a proposed new dealer acquiring the assets of Shumate Tri-City or Shumate Spokane or if this Court denies a debtor's motion to approve such a sale, then Shumate Tri-City and/or Shumate Spokane may petition this Court, for good cause shown, to extend the August 2, 2010 Dealer Contract surrender/termination date for a period not to exceed 60 days.
- 3. The Buell Motorcycle Company Motorcycle Dealer Contracts between Buell Distribution Company, LLC and Shurnate Tri-City and Shumate Spokane were previously surrendered and terminated by each dealer.
- 4. This adversary proceeding, including the termination claims initially raised before the Washington Office of Administrative Hearings, may be dismissed with prejudice and without attorneys' fees or costs to any party. The dismissal of this adversary proceeding shall also

STIPULATION AND ORDER FOR DISMISSAL AND VOLUNTARY SURRENDER AND TERMINATION OF DEALER CONTRACT Page 2

Winston & Cashatt A PROFESSIONAL SERVICE CORPORATION 1900 Bank of America Financial Center 601 West filverside Spokane, Washington 99201 (509) 838-6131

1	resolve the issues asserted by John Michial Shumate and Jennifer D. Shumate (the "Shumates"),	
2	Shumate, Inc., Shumate Spokane and Shumate Tri-City (collectively, the "Debtors") in the	
3	Motions and Amended Motions For Order Determining Applicability Of Automatic Stay To	
4	Notices Of Termination Pending At Petition Date (the "Motions"). The Debtors shall withdraw	
5	said Motions upon the dismissal of this adversary proceeding.	
6	5. Such dismissal shall be without prejudice to the rights, claims and defenses of	
7	HDMC and the Debtors, asserted or unasserted, in any other adversary or contested matter.	
8		DANIZEDO Ó ODOMBANAMI DE EC
9		PAUKERT & TROPPMANN PLLC
10	Date: 5/35/10	/s/ Michael J. Paukert
11		Michael J. Paukert, WSBA No. 20237 Attorney for Shumate Tri-City, LLC
		220021110g
12		
13		EWING ANDERSON PAUL, P.S.
14	Date: 5/05/10	/s/ David E. Eash
15	Date: O	David E. Eash, WSBA No. 06684
16		Attorney for Shumate Spokane, LLC
17		DAVIDSON BACKMAN MEDEIROS PLLC
18	SISIN	III Davidson
19	Date: VIC	/s/ Barry W. Davidson Barry W. Davidson, WSBA No.07908
20		Attorney for John and Jennifer Shumate
21		
22		
23	STIPULATION AND ORDER FOR DISMISSAL AND VOLUNTARY SURRENDER AND	Winston & Cashatt
24	TERMINATION OF DEALER CONTRACT Page 3	A PROFESSIONAL SERVICE CORPORATION 1900 Bank of America Financial Center 601 West Riverside Spokane, Washington 99201 (509) 838-6131
MILW_1	0075948.1	

NEALEY & MARINELLA 1 2 /s/ Terry R. Nealey Terry R. Nealey, WSBA No. 057 3 Chapter 7 Trustee for Shumate, Inc. 4 WINSTON & CASHATT 5 6 /s/ Nancy L. Isserlis Nancy L. Isserlis, WSBA No. 11623 7 Attorney for Harley-Davidson Motor Company, Inc. and Buell Distribution Company, LLC 8 and 9 **FOLEY & LARDNER LLP** 10 11 /s/ Peter J. Stone Peter J. Stone (pro hac vice) 12 Attorney for Harley-Davidson Motor Company, Inc. and Buell Distribution Company, LLC 13 14 15 16 17 18 19 20 21 22 STIPULATION AND ORDER FOR DISMISSAL Winston & Eashatt 23 AND VOLUNTARY SURRENDER AND A PROFESSIONAL SERVICE CORPORATION TERMINATION OF DEALER CONTRACT 1900 Bank of America Financial Center 601 West Riverside 24 Page 4 Spekane, Washington 99201 (509) 838-6131

MILW_10075948.1